

Financial Performance of Commercial Public Enterprises - 2004

Uva Development Bank

1 Name & Address of the Enterprise: **Uva Development Bank**
No.26, Bank Road
Badulla.

2 Mission:
Will be the strongest and most innovative organisation providing financial and non-financial services for the socio-economic development of the Region.

3 Major Activities:
Development Banking.

4 Performance Trend

ABSOLUTE VALUES			2001	2002	2003	2004	2005 B
1	Total Revenue for the year	(Rs.' 000)	144,397	196,874	219,306	259,291	302,195
2	Gross Profit for the year	(Rs.' 000)	96,978	138,801	157,067	192,940	228,795
3	Net Profit before Interest and Tax for the year	(Rs.' 000)	7,622	33,175	38,882	58,039	88,636
4	Financial Charges for the year	(Rs.' 000)	-	-	-	-	-
5	Total Cost of Employment for the year	(Rs.' 000)	48,558	54,935	65,924	71,922	83,767
6	Capital Expenditure for the year	(Rs.' 000)	7,117	7,317	4,121	3,763	N/A
7	Non-Current Assets as at end of the year	(Rs.' 000)	631,454	788,142	1,059,637	1,375,773	2,002,445
8	Current Assets as at end of the year	(Rs.' 000)	115,931	242,713	223,790	226,378	314,373
9	Current Liabilities as at end of the year	(Rs.' 000)	546,787	770,124	941,811	1,176,224	1,411,341
10	Non-Current Liabilities as at end of the year	(Rs.' 000)	123,660	163,219	217,891	287,851	634,883
11	Equity as at end of the year	(Rs.' 000)	76,938	97,513	123,726	138,075	270,594
12	Contribution to the Consolidated Fund	(Rs.' 000)	-	-	-	-	1,000
13	Number of Employees as at end of the year	(Nos.)	218	219	216	215	215
14	Investment of Surplus Fund as at end of the year	(Rs.' 000)	87,240	203,242	203,349	191,679	N/A
15	Key Performance Indicators						
i)	Net Profit bef. Tax to Equity	(%)	10%	34%	31%	42%	33%
ii)	Net Profit bef. Tax to Total Assets	(%)	1%	3%	3%	4%	4%
iii)	Non Performing Loans Ratio	(%)	34%	24%	16%	12%	11%
iv)	Capital Adequacy Ratio	(%)	16%	12%	11%	11%	11%
v)	Total Cost of Employment per Employee	(Rs.' 000)	223	251	305	335	390

5 Comments on Performance:

There has been an improvement in the revenue generation, gross profit and net profit during the year. Total cost of employment has increased during the year while the number of employees remaining the same.

Capital expenditure has declined during the year.

Total assets and equity have increased with a corresponding increase in the liabilities

Return on equity has improved substantially during the year while return on assets has improved marginally.

Non performing loans of the Bank reflect a declining trend.

The Banks capital adequacy ratio is marginally above the minimum rate set out by the Central Bank of 10%.

Bank although has not been contributing to the Consolidated Fund and it has budgeted to contribute Rs.1mn in the year 2005.